

APPLICATION FOR BOND RELEASE

To: State of Utah
Department of Natural Resources
Division of Oil, Gas and Mining
1594 West North Temple, Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801

From Operator/Permittee: Stone Resources, LLC
218 W. Paxton Ave.
Salt Lake City, Utah 84101
Phone: 801-706-3462
Contact Person: W. David Weston (801-706-3462)

Mine/Project Name: North Canyon, Tejon Quarries, Millard County.
File Number: M/027/087 - Large Mine permit

The Applicant requests a Partial Release consisting of the acreage found in the bonding requirements for the following Quarries:

The Buckskin (Tejon #1)	4.67 acres
The Smoke (Tejon #2)	1.32 acres
The Mauve (Tejon #3)	.99 acres

The total bonded acreage in M/027/087 consists of 9.91 acres with the inclusion of the Burgundy (Tejon #4) which comprises 2.93 acres. The Burgundy quarry is not under consideration with respect to this application. The Mauve, Smoke and Buckskin quarries comprise 6.98 acres of the total of 9.91 acres or approximately 70% of the total volume. The present bonds are believed to equal \$108,000.00. It is proposed that all but 30% (\$32,400) of the \$108,000 be released (\$75,600) to Stone Resources.

Reason for Bond Release Request:

The Operator has not been permitted by the BLM to operate in these quarries since November 8, 2008. The Operator recently discovered that the BLM was concerned that the sites contained significant Paleontological resources. On April 3, 2010, the Applicant sent a Notice letter to the BLM and John R. Baza, Director of DOGM that it was reclaiming these quarries and that it had commissioned a D8 dozer for this purpose. Subsequently, the BLM requested that the quarries not be reclaimed and in recent dialogue with Mr. Glenn Carpenter, Director of the West Desert District Office of the BLM and Mr. Mike Gates, manager of the Fillmore Office of the BLM, it was established that the BLM desired that these quarry sites be left open and exposed for fossil collection and Paleontological study. This determination would alleviate any requirement for reclamation and it is on this basis the present bonds covering the Mauve, Smoke and

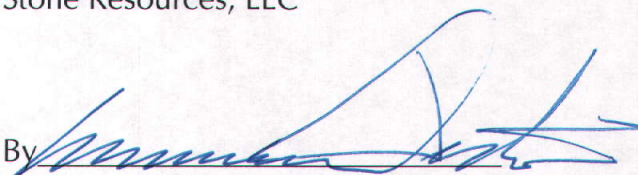
Buckskin quarries are requested to be released. Thirty Two Thousand Four Hundred Dollars would continue to be held as a bond to cover any reclamation needed pending the outcome of a permit to operate in the Burgundy Quarry and the Buckskin Quarry.

There are not wells or shafts within these quarries. The Applicant will dispose of all debris (not including rock debris) incident to its mining. No drainages are affected requiring reestablishment or stabilization. No structures are present. All slopes, pits and highwalls are in a stable condition. No roads require reclamation and there are no erosion controls necessary.

I hereby certify that I am a responsible official of the applicant and that the information contained in this application is true and correct to the best of my information and belief in all respects with the laws of Utah in reference to commitments and obligations, herein.

DATED this 20th day of September, 2010.

Stone Resources, LLC

By 
W. David Weston

cc: Mr. Mike Gates
Manager
Fillmore Field Office
Bureau of Land Management
Fillmore, Utah 84631